SIXTY-DAY NOTICE OF INTENT TO SUE FOR VIOLATION OF THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986

(Cal. Health & Safety Code § 25249.5, et seq.) ("Proposition 65")

September 6, 2019

Current CEO/President Daiso Japan 5455A Hollywood Blvd. Los Angeles, CA 90027

Current CEO/President Daiso 1360 Artesia Blvd Gardena, CA 90248 Current CEO/President Daiso California, LLC 3502 Breakwater Court Hayward, CA 94545

Current CEO/President
Daiso California LLC
Daiso Holding USA Inc.
Agent for Service of Process
NATIONAL REGISTERED
AGENTS, INC. (C1941323)
818 West Seventh Street. Suite

930 Los Angeles, CA 90017 Current CEO/President Daiso Industries Co., Ltd. 1-4-14 Saijyo Yoshiyukihigashi, Hihashihiroshima, Hiroshima, 739-8501 JAPAN

AND THE PUBLIC PROSECUTORS LISTED ON THE DISTRIBUTION LIST ACCOMPANYING THE ATTACHED CERTIFICATE OF SERVICE

Re: Violations of Proposition 65 concerning Footwear Accessories Containing Bis (2-ethylhexyl) phthalate ("DEHP")

To whom else this may concern:

Consumer Advocacy Group, Inc. ("CAG"), the noticing entity, located at 9903 Santa Monica Boulevard #225, Beverly Hills, California 90212, serves this Notice of Violation ("Notice") on the Above Listed Entities ("Violators"), pursuant to and in compliance with Proposition 65. Violators may contact CAG concerning this Notice through its designated person, its attorney, Reuben Yeroushalmi, 9100 Wilshire Boulevard, Suite 240W, Beverly Hills, CA 90212, telephone no. (310) 623-1926, facsimile no. (310) 623-1930. This Notice satisfies a prerequisite for CAG to commence an action against Violators in any Superior Court of California to enforce Proposition 65. The violations addressed by this Notice occurred at numerous locations in each county in California as reflected in the district attorney addresses listed in the attached distribution list. CAG is serving this Notice upon each person or entity responsible for the alleged violations, the California Attorney General, the district attorney for each county where alleged violations occurred, and the City Attorney for each city with a population (according to the most recent decennial census) of over 750,000 located within counties where the alleged violations occurred.

 CAG is an organization based in California. CAG is an entity dedicated to protecting the consumer environment, improving human health, and supporting environmentally sound commercial practices. By sending this Notice, CAG is acting "in the public interest" pursuant to Proposition 65.

- This Notice concerns violations of the warning prong of Proposition 65, which states that "[n]o person in the course of doing business shall knowingly and intentionally expose any individual to a chemical known to the state to cause cancer or reproductive toxicity without first giving clear and reasonable warning to such individual . . ." Cal. Health & Safety Code § 25249.6.
 - CAG has discovered **Footwear Accessories**, specifically, **PVC Shoes Cover ("Shoe Covers")** containing **Bis (2-ethylhexyl) phthalate ("DEHP")**, also known as Di (2-ethylhexyl) phthalate. On January 1, 1988, the Governor of California added DEHP to the list of chemicals known to the State to cause cancer, and on October 24, 2003, the Governor added DEHP to the list of chemicals known to the State to cause developmental male reproductive toxicity. The above additions took place more than twenty (20) months before CAG served this Notice.
 - An exemplar of the violations caused by Shoe Covers containing DEHP includes but is not limited to:
 - "DAISO;" "Shoes Cover;" "To protect the shoes from rain and mud cover the dirt to keep the cleaning;" "SHOES 276;" "DAISO INDUSTRIES CO., LTD. 1-4-14 Saijyo Yoshiyukihigashi, Hihashihiroshima, Hiroshima, 739-8501 JAPAN;" "TL779;" "4 549131 173604"
- This Notice addresses consumer products exposures. A "'[c]onsumer products exposure' is an exposure which results from a person's acquisition, purchase, storage, consumption, or other reasonably foreseeable use of a consumer good, or any exposure that results from receiving a consumer service." *Cal. Code Regs.* 27 tit. § 25602(b).

Violators caused consumer product exposures in violation of Proposition 65 by producing or making available **Shoe Covers** for distribution or sale to consumers. The packaging for **Shoe Covers** (meaning any label or other written, printed or graphic matter affixed to or accompanying the product or its container or wrapper) contains no Proposition 65-compliant warning. Nor did Violators, with regard to **Shoe Covers**, provide a system of signs, public advertising identifying the system and toll-free information services, or any other system, which provided clear and reasonable warnings. Nor did Violators, with regard to **Shoe Covers**, provide identification of the product at retail outlets in a manner that provided a compliant warning through shelf labeling, signs, menus, or a combination thereof.

These violations occurred each day between September 6, 2016, and September 6, 2019, and are ever continuing thereafter.

The principal routes of exposure were through dermal contact, inhalation and ingestion. Persons sustain exposures by using, handling or carrying the **Shoe Covers** without wearing gloves or by touching bare skin or mucous membranes with or without gloves after handling **Shoe Covers**, as well as direct and indirect hand to mouth contact, hand to mucous membrane, trans-dermal absorption, or breathing in particulate matter emanating from the **Shoe Covers** during use, as well as through environmental mediums that carry the **DEHP** once contained within the **Shoe Covers**.

Proposition 65 requires that notice of intent to sue be given to the violator(s) sixty (60) days before the suit is filed. Cal. Health & Safety Code § 25249.7(d)(1). With this letter, CAG gives notice of the alleged violations to Violator and the appropriate governmental authorities. In absence of any action by the appropriate governmental authorities within sixty (60) calendar days of the sending of this CAG may file suit. See Cal.

Code Civ. Proc. § 1013; Cal. Health & Safety Code § 25249.7(d)(1); and Cal. Code Regs. tit. 27 § 25903(d)(1). Per Cal. Code Regs. tit. 27, § 25600.2(g) (2018) the retail seller noticed on this 60 Day Notice is hereby requested to promptly provide the names and contact information for the manufacturer(s), producer(s), packager(s), importer(s), supplier(s), and/or distributor(s) of the product(s) identified in this Notice.

CAG remains open and willing to discussing the possibility of resolving its grievances short of formal litigation.

With the copy of this notice submitted to the Violators, a copy of the following is attached: The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary.

Reuben Yeroushalmi

Yeroushalmi & Yeroushalmi

Attorneys for Consumer Advocacy Group, Inc.

Appendix A

OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY

The following summary has been prepared by the California Office of Environmental Health Hazard Assessment (OEHHA), the lead agency for the implementation of the Safe Drinking Water and Toxic Enforcement Act of 1986 (commonly known as "Proposition 65"). A copy of this summary must be included as an attachment to any notice of violation served upon an alleged violator of the Act. The summary provides basic information about the provisions of the law, and is intended to serve only as a convenient source of general information. It is not intended to provide authoritative guidance on the meaning or application of the law. Please refer to the statute and OEHHA's implementing regulations (see citations below) for further information.

FOR INFORMATION CONCERNING THE BASIS FOR THE ALLEGATIONS IN THE NOTICE RELATED TO YOUR BUSINESS, CONTACT THE PERSON IDENTIFIED ON THE NOTICE.

The text of Proposition 65 (Health and Safety Code Sections 25249.5 through 25249.13) is available online at: http://oehha.ca.gov/prop65/law/P65law72003.html. Regulations that provide more specific guidance on compliance, and that specify procedures to be followed by the State in carrying out certain aspects of the law, are found in Title 27 of the California Code of Regulations, sections 25102 through 27001. These implementing regulations are available online at: http://oehha.ca.gov/prop65/law/P65Regs.html.

WHAT DOES PROPOSITION 65 REQUIRE?

The "Proposition 65 List." Under Proposition 65, the lead agency (OEHHA) publishes a list of chemicals that are known to the State of California to cause cancer and/or reproductive toxicity. Chemicals are placed on the Proposition 65 list if they are known to cause cancer and/or birth defects or other reproductive harm, such as damage to female or male reproductive systems or to the developing fetus. This list must be updated at least once a year. The current Proposition 65 list of chemicals is available on the OEHHA website at: http://www.oehha.ca.gov/prop65/prop65_list/Newlist.html.

Only those chemicals that are on the list are regulated under Proposition 65. Businesses that produce, use, release or otherwise engage in activities involving listed chemicals must comply with the following:

Clear and reasonable warnings. A business is required to warn a person before "knowingly and intentionally" exposing that person to a listed chemical unless an exemption applies. The warning given must be "clear and reasonable." This means that the warning must: (1) clearly say that the chemical involved is known to cause cancer, or birth defects or other reproductive harm; and (2) be given in such a way that it will effectively reach the person before he or she is exposed to that

750,000 population, or any full-time city prosecutor with the consent of the district attorney, from filing an enforcement action against an alleged violator.

When a private party sends a notice of alleged violation that alleges one or more of the exposures listed above, the notice must include a notice of special compliance procedure, and a proof of compliance form to be completed by the alleged violator as directed in the notice.

The notice and proof of compliance form is reproduced here:

Page 1
Date: Name of Noticing Party or attorney for Noticing Party:
Address:
Phone number:
SPECIAL COMPLIANCE PROCEDURE PROOF OF COMPLIANCE
You are receiving this form because the Noticing Party listed above has alleged that you are violating California Health and Safety Code §25249.6 (Prop. 65).
The Noticing Party may not bring any legal proceedings against you for the alleged violation checked below if:
1. You have actually taken the corrective steps that you have certified in this form
2. The Noticing Party has received this form at the address shown above, accurately completed by you, postmarked within 14 days of your receiving this notice
3. The Noticing Party receives the required \$500 penalty payment from you at the address shown above postmarked within 30 days of your receiving this notice.
4. This is the first time you have submitted a Proof of Compliance for a violation arising from the same exposure in the same facility on the same premises.
PART 1: TO BE COMPLETED BY THE NOTICING PARTY OR ATTORNEY FOR THE NOTICING PARTY
The alleged violation is for an exposure to: (check one)
Alcoholic beverages that are consumed on the alleged violator's premises to the extent on-site consumption is permitted by law.
A chemical known to the state to cause cancer or reproductive toxicity in a food or beverage prepared and sold on the alleged violator's premises for immediate consumption on or off premises to the extent: (1) the chemical was not intentionally added; and (2) the chemical was formed by cooking or similar preparation of food or beverage components necessary to render the food or beverage palatable or to avoid microbiological contamination.
Environmental tobacco smoke caused by entry of persons (other than employees) on premises owned or operated by the alleged violator where smoking is permitted at any location on the premises.
Chemicals known to the State to cause cancer or reproductive toxicity in engine exhaust, to the extent the exposure occurs inside a facility owned or operated by the alleged violator and primarily intended for parking noncommercial vehicles.

IMPORTANT NOTES:

- 1. You have no potential liability under California Health and Safety Code §25249.6 if your business has nine (9) or fewer employees.
- 2. Using this form will NOT prevent the Attorney General, a district attorney, a city attorney, or a prosecutor in whose jurisdiction the violation is alleged to have occurred from filing an action over the same alleged violations, and that in any such action, the amount of civil penalty shall be reduced to reflect any payment made at this time.

Page 2 Date: Name of Noticing Party or attorney for Noticing Party: Address: Phone number:
PART 2: TO BE COMPLETED BY THE ALLEGED VIOLATOR OR AUTHORIZED REPRESENTATIVE
Certification of Compliance Accurate completion of this form will demonstrate that you are now in compliance with California Health and Safety Code §25249.6 for the alleged violation listed above. You must complete and submit the form below to the Noticing Party at the address shown above, postmarked within 14 days of you receiving this notice.
I hereby agree to pay, within 30 days of completion of this notice, a civil penalty of \$500 to the Noticing Party only and certify that I have complied with Health and Safety Code §25249.6 by (check only one of the following):
□ Posting a warning or warnings about the alleged exposure that complies with the law, and attaching a copy of that warning and a photograph accurately showing its placement on my premises;
☐ Posting the warning or warnings demanded in writing by the Noticing Party, and attaching a copy of that warning and a photograph accurately its placement on my premises; OR
☐ Eliminating the alleged exposure, and attaching a statement accurately describing how the alleged exposure has been eliminated.
Certification My statements on this form, and on any attachments to it, are true, complete, and correct to the best of my knowledge and belief and are made in good faith. I have carefully read the instructions to complete this form. I understand that if I make a false statement on this form, I may be subject to additional penalties under the Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65).
Signature of alleged violator or authorized representative Date
Name and title of signatory
FOR FURTHER INFORMATION ABOUT THE LAW OR REGULATIONS

Contact the Office of Environmental Health Hazard Assessment's Proposition 65 Implementation Office at (916) 445-6900 or via e-mail at P65Public.Comments@oehha.ca.gov.

Revised: May 2017

Note: Authority cited: Section 25249.12, Health and Safety Code. Reference: Sections 25249.5, 25249.6, 25249.7, 25249.9, 25249.10 and 25249.11, Health and Safety Code.

Footwear Accessories containing DEHP

CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

I, Reuben Yeroushalmi, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice(s) in which it is alleged the party(s) identified in the notice(s) has violated Health and Safety Code section 25249.6 by failing to provide clear and reasonable warnings.
- 2. I am the attorney for the noticing party.
- 3. I have consulted with at least one person with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the action.
- 4. Based on the information obtained through those consultations, and on all other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information provides a credible basis that all elements of the plaintiffs' case can be established and the information did not prove that the alleged violator will be able to establish any of the affirmative defenses set forth in the statute.
- 5. The copy of this Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including the information identified in Health and Safety Code section 25249.7(h)(2), i.e., (1) the identity of the persons consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons.

Dated:	9/1/19			
		By:	Reuben Yeroushalmi	

CERTIFICATE OF SERVICE

I am over the age of 18 and not a party to this case. I am a resident of or employed in the county where the mailing occurred. My business address is 9100 Wilshire Boulevard, Suite 240W, Beverly Hills, CA 90212.

ON THE DATE SHOWN BELOW, I SERVED THE FOLLOWING:

- 1) 60-Day Notice of Intent to Sue Under Health & Safety Code Section 25249.6
- 2) Certificate of Merit: Health and Safety Code Section 25249.7(d)
- 3) Certificate of Merit (Attorney General Copy): Factual information sufficient to establish the basis of the certificate of merit (only sent to Attorney General)
- The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary

by enclosing copies of the same in a sealed envelope, along with an unsigned copy of this declaration, addressed to each person shown below and depositing the envelope in the U.S. mail with the postage fully prepaid. Place of Mailing: Beverly Hills, CA

Name and address of each party to whom documents were mailed:

Current CEO/President
Daiso Japan
Daiso California, LLC
5455A Hollywood Blvd.
Los Angeles, CA 90027

Hayward, CA 94545

Current CEO/President
Daiso Industries Co., Ltd.
1-4-14 Saijyo
Yoshiyukihigashi,
Hihashihiroshima,
Hiroshima, 739-8501 JAPAN

Current CEO/President Daiso 1360 Artesia Blvd Gardena, CA 90248

Current CEO/President
Daiso California LLC
Daiso Holding USA Inc.
Agent for Service of Process
NATIONAL REGISTERED
AGENTS, INC. (C1941323)
818 West Seventh Street. Suite
930
Los Angeles, CA 90017

Name and address of each public prosecutor to whom documents were mailed:

See Distribution List

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date of Mailing: 9-6-2019

By: Hya Gingoyon

Distribution List

Alpine County District Attorney	Lake County District Attorney	San Benito County District Attorney
PO Box 248	255 N Forbes St	419 4th St
Markleeville, CA 96120	Lakeport, CA 95453-4790	Hollister, CA 95023
Amador County District Attorney	Madera County District Attorney	San Bernardino County District Attorney
708 Court, Suite 202	209 W Yosemite Ave	316 N Mountain View Ave
Jackson, CA 95642	Madera, CA 93637	San Bernardino, CA 92415-0004
Butte County District Attorney	Mariposa County District Attorney	Siskiyou County District Attorney
25 County Center Dr.	P.O. Box 730	PO Box 986
Oroville, CA 95965-3385	Mariposa, CA 95338	Yreka, CA 96097
Colusa County District Attorney	Marin County District Attorney	Solano County District Attorney
346 5th Street, Suite 101	3501 Civic Center Drive, #130	600 Union Ave
Colusa, CA 95932	San Rafael, CA 94903	Fairfield, CA 94533
Del Norte County District Attorney	Mendocino County District Attorney	Shasta County District Attorney
450 "H" St.	P.O. Box 1000	1355 West Street
Crescent City, CA 95531	Ukiah, CA 95482	Redding, CA 96001
El Dorado County District Attorney	Modoc County District Attorney	Sierra County District Attorney
515 Main St.	204 S. Court Street	PO Box 457
Placerville, CA 95667-5697	Alturas, CA 96101-4020	Downieville, CA 95936-0457
Fresno County District Attorney	Merced County District Attorney	San Jose City Attorney
2220 Tulare St, Ste. 1000	650 W. 20th Street	151 W. Mission St.
Fresno, CA 93721	Merced, CA 95340	San Jose, CA 95110
Glenn County District Attorney	Mono County District Attorney	Stanislaus County District Attorney
PO Box 430	PO Box 617	PO Box 442
Willows, CA 95988	Bridgeport, CA 93517	Modesto, CA 95353
Humboldt County District Attorney	Nevada County District Attorney	San Mateo County District Attorney
825 5th St., 4th Floor	201 Commercial Street	400 County Center
Eureka, CA 95501	Nevada City, CA 95959	Redwood City, CA 94063
Imperial County District Attorney 939 W. Main St., 2nd Floor El Centro, CA 92243-2860	Office of the Attorney General P.O. Box 70550 Oakland, CA 94612-0550	Trinity County District Attorney PO Box 310 Weaverville, CA 96093
Kern County District Attorney	Orange County District Attorney	Tehama County District Attorney
1215 Truxtun Ave.	PO Box 808	P.O. Box 519
Bakersfield, CA 93301	Santa Ana, CA 92702	Red Bluff, CA 96080
Kings County District Attorney	Plumas County District Attorney	Tuolumne County District Attorney
Gov't Ctr, 1400 W Lacey Blvd	520 Main Street, Rm 404	2 S Green St
Hanford, CA 93230	Quincy, CA 95971	Sonora, CA 95370
Los Angeles County District Attorney 210 W Temple St, 18th Floor Los Angeles, CA 90012 Placer County District Attorney 10810 Justice Center Drive Suite 240 Roseville, CA 95678-6231		Yuba County District Attorney 215 5th St Marysville, CA 95901
Los Angeles City Attorney 200 N Main St Ste 1800 Los Angeles CA 90012	Sutter County District Attorney 446 Second Street Yuba City, CA 95991	

Electronic Service

Alameda County District Attorney CEPDProp65@acgov.org	Contra Costa County District Attorney sgrassini@contracostada.org	Calaveras County District Attorney Prop65Env@co.calaveras.ca.us
Monterey County District Attorney Prop65DA@co.monterey.ca.us	Inyo County District Attorney inyoda@inyocounty.us	Lassen County District Attorney mlatimer@co.lassen.ca.us
Sacramento County District Attorney Prop65@sacda.org	Napa County District Attorney CEPD@countyofnapa.org	Riverside County District Attorney Prop65@rivcoda.org
San Francisco County District Attorney gregory.alker@sfgov.org	Santa Barbara County District Attorney DAProp65@co.santa-barbara.ca.us	Santa Clara County District Attorney EPU@da.sccgov.org
San Francisco City Attorney valerie.lopez@sfcityatty.org	Santa Cruz County District Attorney Prop65DA@santacruzcounty.us	San Diego City Attorney CityAttyCrimProp65@sandiego.gov
Sonoma County District Attorney jbarnes@sonoma-county.org	San Joaquin County District Attorney DAConsumer.Environmental@sjcda.org	San Luis Obispo County District Attorney edobroth@co.slo.ca.us
Tulare County District Attorney Prop65@co.tulare.ca.us	Ventura County District Attorney daspecialops@ventura.org	Yolo County District Attorney cfepd@yolocounty.org